

PUBLIC WORKS & UTILITIES COMMITTEE

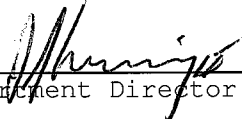
13-0004R


RESOLUTION AWARDING A CONTRACT TO K.A. STEEL CHEMICALS, INC., FOR THE PURCHASE AND DELIVERY OF 85,000 GALLONS OF CAUSTIC SODA IN YEAR 2013 FOR \$179,870.63.

CITY PROPOSAL:


RESOLVED, that city officials are hereby authorized to contract with K.A. Steel Chemicals, Inc., for the purchase and delivery of 85,000 gallons of caustic soda in year 2013 in accordance with specifications and the vendor's low bid of \$1.98 per gallon, for a total of \$168,300.00 plus 6.875 percent sales tax of \$11,570.63 for a combined total amount of \$179,870.63, terms net 30, FOB destination, payable from the Water Fund 510, Dept./Agency 500 (Public Works & Utilities), Org. 1955 (Water Treatment & Pumping), Object 5216-05 (Chemicals - Liquid Caustic Soda).

Approved:



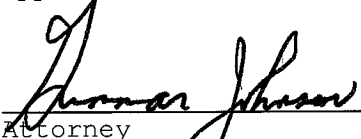
Department Director
Purchasing Agent _____

Approved for presentation to council:




Chief Administrative Officer

Approved as to form:



Attorney

Approved:



Auditor

PWU/PRCH DS:le 12/31/2012

STATEMENT OF PURPOSE: This resolution authorizes the purchase of 85,000 gallons of caustic soda from K.A. Steel Chemicals, Inc., for a total amount of \$179,870.63, payable from the water fund.

This chemical is used for water purification at the Lakewood water treatment plant, 8130 Congdon Boulevard, in Duluth. The total of 85,000 gallons is an estimated quantity based on past need.

The purchasing division posted a request for bids December 6, 2012, on the city's website and received four responses. K.A. Steel Chemicals, Inc., submitted the lowest bid.

CAUSTIC SODA Bid No. 13-0015 Bids Opened December 27, 2012		
Vendor	City/State	Base Bid
K.A. Steel Chemicals, Inc.	Downers Grove, Illinois	\$168,300.00
Hawkins, Inc.	Minneapolis, Minnesota	\$180,200.00
Univar USA, Inc.	Bedford Park, Illinois	\$182,886.00
Harcros Chemical, Inc.	St. Paul, Minnesota	\$184,093.00

Requisition 13-0015